



WorkSource

CALIFORNIA
L.A. County Workforce Investment Board

January 14, 2011

To: Members, Los Angeles County Workforce Investment Board
Intergovernmental Relations Committee

From: Richard Verches, Executive Director 
Los Angeles County Workforce Investment Board

Subject: **LOS ANGELES COUNTY WORKFORCE INVESTMENT BOARD
INTERGOVERNMENTAL RELATIONS COMMITTEE MEETING –
THURSDAY, JANUARY 20, 2011 – 10:00 A.M. TO 11:30 A.M.**

This is to inform you that Los Angeles County Workforce Investment Board, Intergovernmental Relations Committee will meet as follows:

Date : Thursday, January 20, 2011

Time : 10:00 A.M. to 11:30 A.M.

Venue: County of Los Angeles
Community and Senior Services Headquarters
3175 West Sixth Street – Collaboration Room 105
Los Angeles, CA 90020

The Agenda is being transmitted to you to help you prepare for the meeting. If you have any questions or need additional information, please contact Linda Goldsbrough at (213) 738-2489.

RV:daa
Attachment

**LOS ANGELES COUNTY WORKFORCE INVESTMENT BOARD
MEETING OF THE
INTERGOVERNMENTAL RELATIONS COMMITTEE
Thursday, January 20, 2011 at 10:00 AM**

**First Floor Collaboration Room
County of Los Angeles- Community and Senior Services
3175 West Sixth Street, Los Angeles, CA 90020**

Mission Statement

Provide leadership by convening and facilitating public and private stakeholders, and connecting employers with a qualified workforce through education and training.

Intergovernmental Relations Committee

Jerry Gaines, Chair
Ted Anderson, Vice Chair

Doug Barr
Shomari Davis
Irshad Haque
Dr. Rex Yu

Meredith Perkins
Richard Nichols
Helen Romero Shaw

AGENDA

1. **CALL TO ORDER.....Jerry Gaines, Chair**
2. **ROLL CALL.....Linda Goldsbrough, Committee Staff Liaison**

CONFLICT OF INTEREST

Consistent with Article VI, paragraph 6 of the WIB Bylaws, Members must abstain from participating in any decision or voting on any item in which he/she (or any organization the member is employed by) has a direct or indirect financial interest. If a member is in attendance when such an item is on the Agenda, he/she must formally recuse themselves from official attendance as a WIB member at the meeting prior to any discussion on the item. He/She may not remain seated with Committee or Council, but they may remain in the meeting room seated with and as a member of the public. If the member would like to participate in the discussion, he/she must submit a public comment request form to speak on the item as a member of the public. The member may not return to their seat in the meeting as a WIB member until all action on the item is concluded.

3. **CHAIR'S COMMENTS**
4. **EXECUTIVE DIRECTOR'S REPORT**

Services provided by Community and Senior Services do not discriminate on the basis of disability. Persons with disabilities may request accommodation services by calling 213/738-2593 (voice) or 213/738-3191 (TTY) one week in advance of the meeting. The facility providing this service is wheelchair accessible. General program information is also available by calling these phone numbers.

5. APPROVE MINUTES OF LOS ANGELES COUNTY WORKFORCE INVESTMENT BOARD INTERGOVERNMENTAL RELATIONS COMMITTEE MEETING HELD NOVEMBER 30, 2010

Presenter: Jerry Gaines, Chair

Summary: This item presents for review and approval, the Minutes of L.A. County WIB Intergovernmental Relations Committee meeting held on November 30, 2010.

Attachment A: Minutes of L.A. County WIB Intergovernmental Relations Committee meeting held on November 30, 2010.

6. UPDATE ON WIB LEGISLATIVE VISITS TO WASHINGTON, D.C. FEBRUARY 4-10, 2011 NATIONAL ASSOCIATION OF WORKFORCE BOARDS CONFERENCE

Presenter: Richard Verches, WIB Executive Director

Summary: This item invites the committee to review draft materials in preparation for the WIB visits with Congressional members and staff and the National Association of Workforce Boards Annual Forum 2011.

Attachment B: Various draft documents for Legislative Briefing Packet: Confirmed meetings (as of 01/12/11), Congressional district profile, WIB delegates by Congressional district, and NAWB Travel Itinerary.

7. LEGISLATIVE UPDATE

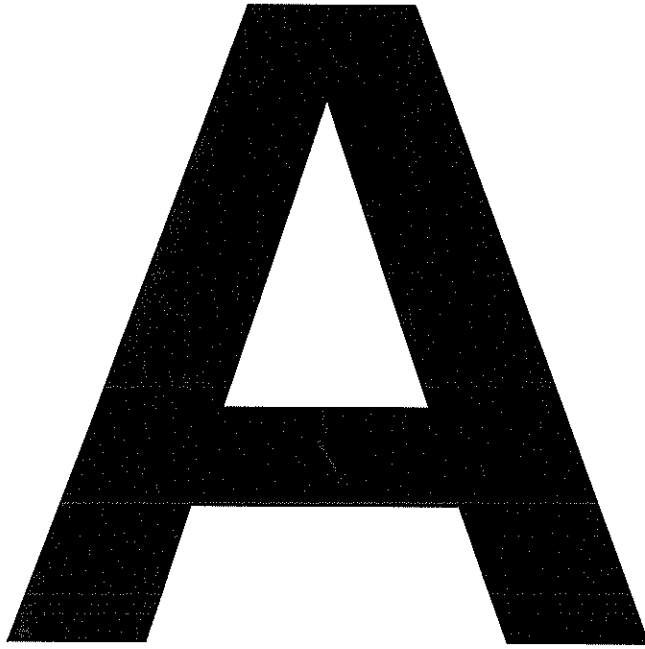
Presenter: Vera Castillo, Legislative Analyst

Summary: This item presents two Executive Summaries on the Governor's proposed budget for FY 2011-12, from the County of LA and CWA.

Attachment C: Executive Summary of L.A. County Impact and California Workforce Association Update on Governor's FY 2011-12 Proposed Budget.

8. PUBLIC COMMENTS

9. ADJOURNMENT



ATTACHMENT A

**MINUTES OF
LOS ANGELES COUNTY WORKFORCE INVESTMENT BOARD
INTERGOVERNMENTAL RELATIONS COMMITTEE MEETING
NOVEMBER 30, 2010 – 12:00 PM**

**County of Los Angeles – Community and Senior Services
3175 W. 6t Street, CSS- Collaboration Room 105 – Los Angeles, CA 90020**

Committee Members Present:

Jerry Gaines, Chair
Doug Barr
Helen Romero-Shaw
Meredith Perkins
Dr. Rex Yu

Committee Members Absent:

Ted Anderson, Vice Chair
Irshad Haque
Richard Nichols
Shomari Davis

Other WIB Members Present:

Paul Kral
Mike Patel
Beverly A. Williams
Tom Gutierrez

Staff:

Richard Verches, Executive Director – L.A. County WIB
Vera Castillo, CSS Legislative Analyst
Linda Goldsbrough, WIB Staff
Jeremy Harris, WIB Staff
Magali Bouanga, WIB Intern

1. CALL TO ORDER

Jerry Gaines, Chair, called to order the November 30, 2010 meeting of the L.A. County WIB Intergovernmental Relations Committee at 12:20PM.

2. ROLL CALL

A quorum was established with five committee members present.

3. CHAIR'S COMMENTS

The Chair referenced the importance of the meeting to discuss plans for upcoming NAWB Annual conference scheduled in February 2011 including meetings with LA County Congressional delegation and the need to approve WIB members within approved budget. He suggested that the delegation represent a good balance of WIB representatives e.g. labor, education, youth, and mature workers.

4. EXECUTIVE DIRECTOR'S REPORT

The Executive Director introduced new WIB intern Magali Bouanga, the first international intern in the County who will be part of staff for the next five months. She is a communications major from Paris, France who will be assisting with the publication of the WIB annual reports for 2009-10 & 2010-11 and public relations efforts. He mentioned that he is looking forward to the trip to Washington, DC however; he cautioned that the dates have been moved forward up to February so we have one less month to prepare for this important trip.

5. APPROVE MINUTES OF THE L. A. COUNTY WIB INTERGOVERNMENTAL RELATIONS COMMITTEE MEETING HELD FEBRUARY 23, 2010.

The Chair presented for review and approval of the Minutes of L.A. County WIB Intergovernmental Relations Committee meeting held on February 23, 2010.

MOTION: It was moved by **Helen Romero Shaw** and seconded by **Dr. Rex Yu** to approve the Minutes of L.A. County WIB Intergovernmental Relations Committee meeting held on November 30, 2010 as presented. **Carried.**

6. DISCUSSION ON PLANS FOR LEGISLATIVE VISITS WITH MEMBERS OF CONGRESS IN FEBRUARY 2011

The discussion focused on the framework, logistics, and teamwork surrounding the trip. It was decided that a 10-member WIB delegation would attend if this is within the WIB budget. Much of the discussion focused on the framework as follows:

- Develop and strategize talking points from a local/national point of view
- Find out what questions legislative staff have beforehand and be prepared to respond to those questions
- Identify the priority and issues for each Congress member (if possible)

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UPDATED 01-11-11

- Discuss economic impact of WIA performance by LA City WorkSource Centers
- Identify WIB member with subject-matter expertise
- Requested summaries of day's meetings are provided every evening to entire team

7. LEGISLATIVE REPORT

Vera Castillo presented information on the history of WIA and summarized report. She indicated the 112th Congress will start in January 2011 with many new elected members and there will be changes to committee's majority.

She offered some points to consider:

- How can the WIB align with County legislative agenda
- Tie-in major legislation to youth and Foster Care
- How jobs were tied to lower crime rates as result of for summer youth employment program
- Advocate for the Vets
- Omnibus Bill
- Reauthorization
- WIA appropriations might take a hit
- Focus should be on the impact WIA has had on youth, jobs, placement, and average and presenting data to back-up success stories and the economic and fiscal impact.

8. PUBLIC COMMENTS

No public comments

9. ADJOURNMENT

The meeting adjourned at 1:53 p.m.

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UPDATED 01-11-11

B

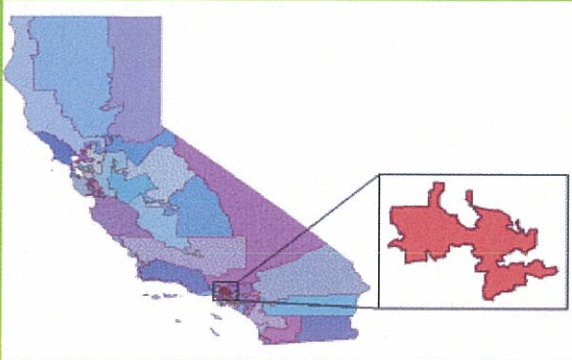
ATTACHMENT B

NAWB FORUM 2011 WIB MEMBER TRAVEL ITINERARY

WIB DC Delegate	Contact Information	Hotel Accommodations	Flight / Outbound	Flight / Inbound
Jerry Gaines	(310) 367-8941 cell jgaines852@aol.com	Renaissance Washington DC 999 9th St., NW Washington, DC 20006 202.898.9000	Friday, Feb. 4 Long Beach (LGB) Jet Blue #304 9:00AM - 4:43pm Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) Jet Blue #301 12:15PM - 2:56PM. Long Beach (LGB)
Beverly Williams	(818) 430-4325 cell beverly4law@aol.com	Private residence (202) 526 3610 DC Office Will accept message's	Friday, Feb. 4 Los Angeles (LAX) American (AA76) 9:30AM - 5:15PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) American (AA263) 2:20PM- 5PM Los Angeles (LAX)
Helen Romero-Shaw	(626) 622-2235 cell hshaw@semptrautilities.com	Renaissance Washington DC 999 9th St., NW Washington, DC 20006 202.898.9000	Friday, Feb. 4 Los Angeles (LAX) American (AA76) 9:30AM - 5:15PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) American (AA263) 2:20PM- 5PM Los Angeles (LAX)
Shomari Davis	(626) 786-9398 cell davis@joinlocal11.org	Mayflower 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	Friday, Feb. 4 Burbank (BUR) Jet Blue #358 / #1303 9:25PM – 5:31AM via New York (JFK) 9:59AM – 11:21AM Dulles Airport (IAD)	Wednesday, Feb. 9 Dulles (IAD) Jet Blue #1304 / #1304 7:30AM – 8:44AM via NYC (JFK) 12:20PM – 3:26PM Burbank Airport (BUR)
Irshad Haque	(626) 622-1700	Mayflower 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	Friday, Feb. 4 Los Angeles (LAX) American (AA76) 9:30AM - 5:15PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) American (AA263) 2:20PM- 5PM Los Angeles (LAX)
Mike Patel	(310) 528-1600 cell mpatelo@aol.com	Mayflower 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	Friday, Feb. 4 Los Angeles (LAX) American (AA76) 9:30AM - 5:15PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) American (AA263) 2:20PM- 5PM Los Angeles (LAX)

Paul Kral	(626) 576-7762 cell bpkra@sbcglobal.net no emails	Mayflower 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	Friday, Feb. 4 Long Beach (LGB) Jet Blue #304 9AM – 4:43PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) Jet Blue #301 12:15PM – 3PM Long Beach (LGB)
Tom Gutierrez	(626) 712-4602 cell Tomaw15@aol.com	Mayflower 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	Friday, Feb. 4 Long Beach (LGB) Jet Blue (#304) 9AM – 4:43PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) Jet Blue (#301) 12:15PM – 3PM Long Beach (LGB)
Dr. Rex Yu	(626) 372-0696 cell rexondesign@hotmail.com	Mayflower (02/05-08) 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000 Daughter's residence (02/09)	Saturday, Feb. 5 Ontario (ONT) Continental (CO162) via Houston to / (CO458) 6:10AM – 4:40PM Reagan Airport (DCA)	Thursday, Feb. 10 Reagan (DCA) Continental (CO1059) via Houston to / (CO150) 2:00PM – 7:15PM Ontario Airport (ONT)
Cynthia Banks		Marriott Metro Center Hotel 775 12th St. NW Washington DC 20005 202.737.2200	Saturday, Feb. 5 Ontario (ONT) Delta (DL1714) 11PM – 5:54AM (red-eye) Reagan Airport (DCA)	Wednesday, Feb. 9 Reagan (DCA) Delta (DL2838) 10:30AM – 3:06PM Ontario (ONT)
Josie Marquez	(213) 280-0560 cell jmarquez@css.lacounty.gov	Renaissance Washington, DC 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	PENDING	PENDING
Richard Verches	(310) 367-0842 cell rverches@css.lacounty.gov	Mayflower 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	Friday, Feb. 4 Los Angeles (LAX) American (AA76) 9:30AM – 5:15PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) American (AA75) 6:15PM – 8:55PM Los Angeles (LAX)
Tina Hoang	thoang@css.lacounty.gov	Mayflower 1127 Connecticut Ave. NW Washington, DC 20036 202.347.3000	Saturday, Feb. 5 Los Angeles (LAX) United (UA31) 12:10PM – 7:44PM Dulles Airport (IAD)	Thursday, Feb. 10 Dulles (IAD) American (AA263) 2:20PM – 5PM Los Angeles (LAX)

Honorable Adam Schiff



U.S. Representative, California's 29th District

Workforce Investment Act (WIA) Universal Access Services

Adult and Dislocated Worker Program
(FY) 2009-2010

Alhambra, Altadena, Burbank, Glendale, Griffith Park, Monterey Park, Pasadena, San Gabriel, South Pasadena, Temple City

Universal Access

Services open to the public, including job placement assistance, workshops, and computerized job banks.

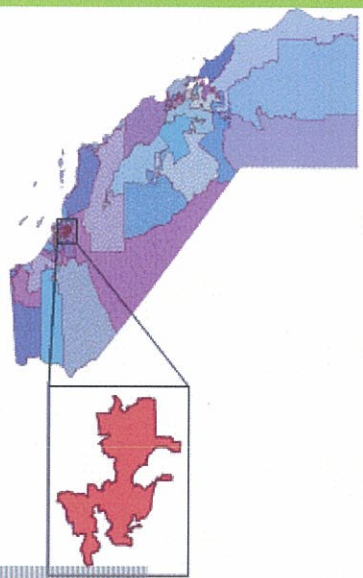
WorkSource Centers	Number of Universal Access Participants Served				
	Universal Access*	Enrolled*	Exited*	Entered Employment*	% Entered Employment*
Managed Career Solutions, Inc. 2550 W. Main St. Alhambra, CA 91801	3,767	94	58	44	76
MCS West San Gabriel Valley 100 Corporate Center Dr. Ste. 550 Monterey Park, Ca 91754	9,453	322	197	184	93
• Career Partners 3505 No. Hart Avenue Rosemead, CA 91770	29,654	185	129	114	88
• Central San Gabriel Valley 11635 Valley Blvd., Unit G El Monte, CA 91732	52,443	683	308	270	88
• L.A. Works 5200 Irwindale Ave., Suite 130 Irwindale, CA 91706	42,737	772	431	374	87
TOTAL	138,064	2056	1123	986	88%

* Definitions pending

- This WorkSource Center is located outside of 29nd Congressional District, but serves cities within the district.

01/13/2011 DRAFT

Honorable Adam Schiff



U.S. Representative, California's 29th District

WorkSource
CALIFORNIA
L.A. County Workforce Investment Board

**Workforce Investment Act (WIA) Formula
Youth Placement Outcomes
Program Year 2009-2010**

**For Youth Service Providers serving constituents of the
29th District**

Alhambra, Altadena, Burbank, Glendale, Griffith Park, Monterey Park, Pasadena, San Gabriel, South Pasadena, Temple City

Youth Services Providers	Enrollment		Placements					
	In school	Out of school	Exited	Employment	Post Secondary Education	Advanced Training	Total (unduplicated)	% (total/exited)
Career Partners - Rosemead 3505 N. Hart Avenue Rosemead, CA 91770	132	48	124	28	87	4	106	85%
Goodwill Industries 342 San Fernando Road Los Angeles, CA 90031	122	102	150	38	35	5	69	46%
TOTAL	254	150	274	66	122	9	175	64%

2011 Los Angeles County WIB Congressional Meeting Schedule

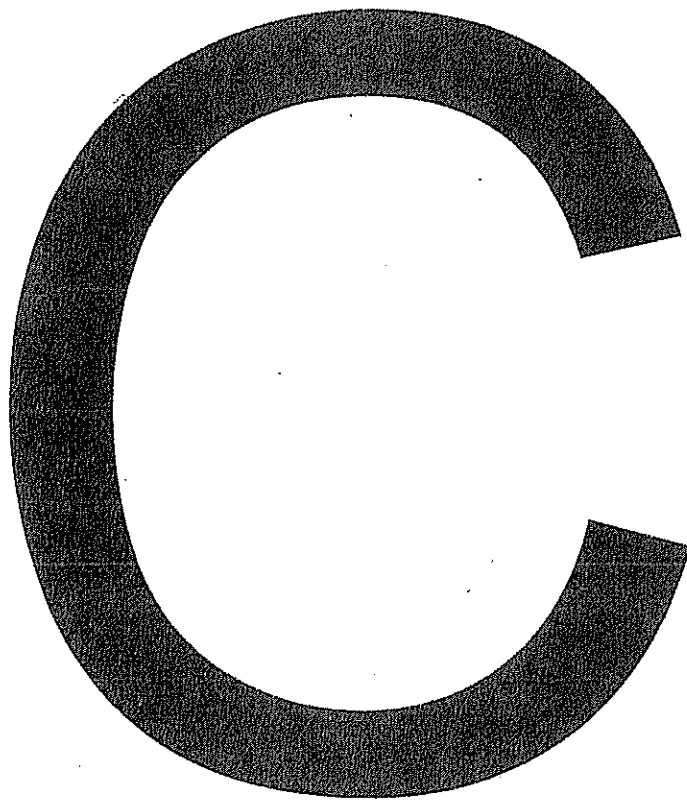
Sunday, February 6				
Time	Member	Meeting with	HOB	WIB Assignments
TBD		WIB Dinner		
Monday, February 7				
Time	Member	Meeting with	HOB	WIB Assignments
3 p.m. (20min.)	Senator Diane Feinstein	T. C. Ostrander, Legislative Assistant	331 Hart	
Tuesday, February 8				
Time	Member	Meeting with	HOB	WIB Assignments
10:30 a.m.	Rep. David Dreier	Vince Erfe, Labor Issues Legislative Assistant	233 Cannon	Kral, Davis, Gutierrez
10:30 a.m. (30min.)	Rep. Howard Berman	Stephanie Williamson, Legislative Director	2221 Rayburn	
1 p.m.	Rep. George Miller	Pending		
2 p.m.	Rep. Gary Miller	Megan McCormack, Labor Issues Legislative Assistant	2349 Rayburn	Verches
3 p.m.	Rep. Brad Sherman	Rebecca Korman, Legislative Director	2242 Rayburn	Williams
Wednesday, February 9				
Time	Member	Meeting with	HOB	WIB Assignments
Thursday, February 10				
Time	Member	Meeting with	HOB	WIB Assignments
11 a.m.	Rep. Laura Richardson	Meeting with Rep. Laura Richardson	1725 Longworth	

Time	Member	Meeting with				HOB	WIB Assignments
TBD	Sen. Barbara Boxer	Pending					
TBD	Rep. Kevin McCarthy	Pending					
TBD	Rep. Howard McKeon	Pending					
TBD	Rep. Jane Harman	Pending					
TBD	Rep. Adam Schiff	Pending					
TBD	Rep. Henry Waxman	Pending					
TBD	Rep. Becerra Xavier	Pending					
TBD	Rep. Judy Chu	Pending					
TBD	Rep. Karen Bass	Pending					
TBD	Rep. Lucille Roybal-Allard	Pending					
TBD	Rep. Maxine Waters	Pending					
TBD	Rep. Grace Napolitano	Pending					
TBD	Rep. Linda Sanchez	Pending					
TBD	Rep. Dana Rohrabacher	Pending					

Updated 01/11/11

112th California Congressional Members

Senator	District	Member	District	Member
Barbara Boxer	25	Howard McKeon	34	Lucille Roybal-Allard
Dianne Feinstein	26	David Dreier	35	Maxine Waters
	27	Brad Sherman	36	Jane Harman
	28	Howard Berman	37	Laura Richardson
	29	Adam Schiff	38	Grace Napolitano
	30	Henry Waxman	39	Linda Sanchez
	31	Xavier Becerra	42	Gary Miller
	32	Judy Chu	46	Dana Rohrabacher
	33	Karen Bass	22	Kevin McCarthy
Committee on Education & Labor		Democrats	Republicans	
		(07-MN)		
	32	Judy Chu	25	Howard "Buck" McKeon
	53	Susan A. Davis	04	Tom McClintock
	06	Lynn C. Woolsey	52	Duncan D. Hunter
2011 WIB DELEGATES	Residence Area	Congress Member	Work Location	Congress Member
Jerry Gaines	San Pedro	Dana Rohrabacher	San Pedro	Jane Harman
Helen Romero-Shaw	Los Angeles	Lucille Roybal-Allard	San Gabriel Valley	Becerra, Chu, Dreier
Beverly A. Williams	Tarzana	Brad Sherman	Tarzana, CA	Brad Sherman
Mike Patel		Linda Sanchez	Lynwood	Linda Sanchez
Paul Kral	San Marino	David Dreier	San Marino	David Dreier
Rex Yu	Monterey Park	Judy Chu	Monterey Park	Judy Chu
Shomari Davis	Monrovia	David Dreier	Pasadena	Dreier, Schiff, Becerra
Tom L. Gutierrez	San Dimas	David Dreier	All Areas	All
Laurel Shockley	Tujunga	Howard McKeon	Santa Clarita, SFV	McKeon, McCarthy
Irshad Haque	Glendale	Adam Schiff	L.A. 90039	Becerra, McKeon, Drier
CSS STAFF	Residence Area	Congress Member	Work Location	Congress Member
Cynthia Banks	Chino Hills	Gary Miller	L.A. 90020	Karen Bass
Josie Marquez	Los Angeles	Xavier Becerra	L.A. 90020	Karen Bass
Richard Verches	Whittier	Gary Miller	L.A. 90020	Karen Bass
Tina Hoang	Los Angeles	Henry Waxman	L.A. 90020	Karen Bass



ATTACHMENT C

LOS ANGELES COUNTY
Governor's FY 2011-12 Proposed Budget
Executive Summary of County Impact

Overview

Today, Governor Brown released his FY 2011-12 Proposed Budget, which projects a deficit of \$8.2 billion in the current year and \$17.2 billion in FY 2011-12 for a total deficit of \$25.4 billion through June 30, 2012. The key elements of the Governor's Proposed Budget to address the 18-month budget deficit include:

PROPOSED BUDGET SOLUTIONS	
Permanent Expenditure Reductions	\$ 12.5 billion
Tax Revenue Extensions	\$ 12.0 billion
Other Solutions	\$ 1.9 billion
Total Budget Solutions	\$ 26.4* billion

**Solutions include a \$1.0 billion State Budget reserve.*

While the Governor's Budget attempts to achieve a balanced approach between expenditure reductions and the extension of the existing tax increases, the budget proposal relies most heavily on solutions that impact County operations and the residents we serve. **Of the \$25.4 billion in statewide program solutions, an estimated 46.0 percent is directly attributed to proposals that affect counties, including: \$5.8 billion in overall reductions to Health and Human Services programs and \$5.9 billion from the Realignment Proposal, which would shift State responsibilities to counties for various public safety, mental health and child welfare services programs.**

Major Funding Reductions: The Governor's Budget contains \$12.5 billion in funding reductions which would affect various County programs including:

Public Social Services:

- \$ 1.5 billion reduction to the CalWORKs Program which includes: establishing a 48-month time limit (\$698.1 million), a 13.0 percent grant reduction (\$405.0 million), and maintaining the FY 2010-11 Single Allocation reduction (\$376.9 million). **The Department of Public Social Services (DPSS) estimates that this proposal could result in a County loss of approximately \$450.0 million and loss of benefits to approximately 37,000 families within the County.**

Medi-Cal:

- \$ 1.7 billion reduction to the Medi-Cal Program which includes: a 10.0 percent reduction in provider payments (\$709.4 million), requiring Medi-Cal beneficiaries to pay a share of costs for services (\$557.1 million), establishing annual dollar caps on services (\$217.4 million), and eliminating Adult Day Health Care (\$193.2 million). **The Department of Health Services estimates that the reduction in provider payments could result in a loss of \$10.0 million and the beneficiary share of cost could result in a loss of \$10.0 million for a total County loss of \$20.0 million.**

Mental Health:

- \$ 861.2 million one-time reduction in Mental Health Services Act (Proposition 63) funds to backfill the State General Fund responsibility for the Early Periodic Screening, Diagnosis, and Treatment, Mental Health Managed Care and AB 3632 Programs. **The Governor's Budget does not contain sufficient information to determine County impact at this time.**

Child Welfare Services:

- \$ 19.0 million reduction from eliminating Transitional Housing Program-Plus for 18 and 19 year olds. **The Department of Children and Family Services indicates that this proposal would result in an estimated County loss of \$564,000, and 21 beds.**

Proposition 10 and Child Care:

- \$ 1.0 billion one-time reduction in the use of California Children and Families Program (Proposition 10) to fund Medi-Cal services for children through age five, subject to voter approval. **This proposal does not have a direct impact on County operations; however, it would affect County residents, if enacted.**
- \$716.0 million reduction in child care and development services which includes elimination of services for 11 and 12 year old children, and various eligibility changes. **This proposal does not have a direct impact on County operations; however, it would affect County residents, if enacted.**

Realignment Proposal: The Governor's Budget calls for a Realignment Proposal that would shift responsibility for many programs from the State to counties. According to the Administration, the shift would allow "governments at all levels to focus on becoming more efficient and effective."

Phase One of the Realignment Proposal would take effect in FY 2011-12 and it would shift \$5.9 billion in program responsibilities from the State to counties. **The shift will be funded for 5 years, with the proposed extension of the 1.0 percent sales tax increase (\$4.5 billion) and 0.5 percent Vehicle License Fee increase (\$1.4 billion), if approved by California voters in the proposed June 2011 Special Election.** After the five-year extension, the State would resume responsibility for providing counties with funding in an amount equal to what these two revenue sources would generate. The Realignment Proposal affects various County programs including:

Child Welfare:

- \$1.605 billion from transfer of Child Welfare Services and Foster Care program responsibilities from the State to counties. **Currently, the County's estimated annual State share for these programs is approximately \$557.0 million.**

Public Safety:

- \$1.802 billion from the transfer of Lower-level Offenders and Parole Violators from the State to counties. **Approximately 37,000 offenders without any current or prior serious, violent, or sex convictions will become the responsibility of counties. It is estimated that approximately 13,550 convicted felons would serve their sentences in Los Angeles County jails. Based on 25.0 percent of the statewide caseload, the County would assume an estimated \$450.5 million in additional program responsibilities.**
- \$ 741.1 million from the transfer of Adult Parole supervision responsibilities from the State to

county probation departments. **According to the Probation Department, the County would assume responsibility for 30,000 or more violent and serious state parolees, including sexual predators at high risk of recidivism. Based on 25.0 percent of the statewide caseload, the County would assume an estimated \$185.3 million in additional program responsibilities.**

- \$ 257.6 million from the realignment of the remaining State Juvenile Justice programs to county probation departments. **The Probation Department indicates that it does not currently have the appropriate facilities or infrastructure to house these youth. Based on 25.0 percent of the statewide caseload, the County would assume an estimated \$64.1 million in additional program responsibilities.**
- \$ 530.0 million from the transfer of court security funding to county sheriffs. **The Governor's Budget does not contain sufficient information to determine County impact at this time. Based on 25.0 percent of the statewide caseload, the County would assume an estimated \$132.5 million in additional program responsibilities.**
- \$ 506.4 million from the transfer of Vehicle License Fee funded programs from the State to counties. The programs would include: Citizens Option for Public Safety (\$107.1 million); Juvenile Justice Crime Prevention Act (\$107.1 million); Juvenile Probation (\$181.3 million); Booking Fees (\$35.0 million); and Small/Rural Sheriff's programs (\$18.5 million). **If the proposed June 2011 Ballot Initiative, to extend the existing tax increases, is not approved by the voters, the Probation Department indicates that it would result in the closing of up to 12 juvenile probation camps and the elimination or reduction of several juvenile community-based prevention, supervision and treatment programs. Based on 25.0 percent of the statewide caseload, the County would assume an estimated \$126.6 million in additional program responsibilities.**
- \$ 250.0 million from the transfer of responsibilities for fire protection and medical emergency response services in wildland areas to local governments. **The Governor's Budget does not contain sufficient information to determine County impact at this time.**

Public Health:

- \$ 184.0 million from the transfer of funding and responsibilities of the California Department of Alcohol and Drug Programs from the State to counties. The shift would transfer the responsibility for administering prevention, treatment and recovery services for alcohol and drug abuse. **Based on 25.0 percent of the statewide caseload, the County would assume an estimated \$46.0 million in additional program responsibilities.**

Social Services:

- \$ 55.0 million from the transfer of all the Adult Protective Services Program responsibilities from the State to counties. **Currently, the County's allocation is \$14.3 million, which helps serve approximately 30,000 seniors and dependent adults.**

Mental Health Services:

The Governor's Realignment Proposal also includes a one-time shift of \$861.2 million in Mental Health Services Act (Proposition 63) monies to fund the State's responsibility to provide funding for the Early Periodic Screening, Diagnosis, and Treatment, Mental Health Managed Care and AB 3632 Programs. While prior attempts to change Proposition 63 required voter approval, according to the Administration, this proposal may be approved by a two-thirds vote of the Legislature.

When fully implemented in FY 2014-15, the Realignment Proposal is expected to restructure an estimated \$10.0 billion in a wide range of programs and services from the State to counties.

June 2011 Ballot Initiative - Tax Extension: The Governor's Budget relies on revenue solutions of \$3.2 billion in the current year and \$8.8 billion in FY 2011-12. This includes approximately \$11.2 billion in revenue through a five-year extension of the tax rates described below, subject to voter approval in Special Election to be held in June 2011. **However, this afternoon Republican Leaders indicated that they will not provide the necessary votes to meet the two-third requirement to include this initiative in the June 2011 Ballot.**

- \$ 4.5 billion starting in FY 2011-12 by extending the 6.0 percent State Sales User Tax rate with 1.0 percent directed to local governments to fund the Realignment Proposal;
- \$ 1.4 billion starting in FY 2011-12 by extending the 1.15 percent Vehicle License Fee with 0.5 percent directed to local governments for public safety programs;
- \$ 1.2 billion in FY 2010-11 and \$2.1 billion in FY 2011-12 by maintaining the 0.25 percent surcharge on the Personal Income Tax rate; and
- \$ 725.0 million in FY 2010-11 and \$1.2 billion in FY 2011-12 by maintaining the current dependent tax exemption credit.
- The CEO estimates that it would cost the County at least \$12.0 million to conduct the proposed Special Election.

Transportation Funding: The Governor's Budget proposes trailer bill legislation to re-enact the 2010 fuel tax swap with a two-thirds vote in response to the passage of Proposition 26. **Enactment of the Governor's proposal would protect the estimated \$60.0 million annual allocation to the Department of Public Works** for maintenance and operation of unincorporated streets and roads if the same level of funding is provided to counties and cities as would be received under the new excise tax or Proposition 42.

Redevelopment: The Governor's Budget proposes a new approach to fund economic development activities at the local level and phases out the current funding mechanism for redevelopment agencies (RDAs). According to the Governor, this proposal will return billions in property tax revenues to schools, cities, and counties. These funds will help sustain core functions including law enforcement, fire protection, and education. Below is a summary of the proposal:

- Constitution be amended to provide for 55.0 percent voter approval for limited tax increases and bonding against local revenues for development projects such as are currently done by RDAs.
- After FY 2011-12, the money available after payment of RDA debt would be distributed to schools, counties, cities, and non-enterprise special districts for general uses. These distributions will generally reflect the distribution of property tax in each county under existing law.



CWA Board and Affiliate Members:

This morning Governor Jerry Brown released his [proposed budget](#) for the 2011-12 fiscal year. As you all know, California is faced with a budget gap of \$25.4 billion. This gap is made of a current-year shortfall of \$8.2 billion and a budget-year shortfall of \$17.2 billion.

The Governor's spending plan includes \$12.5 billion in cuts and \$12 billion in revenue increases by asking the voters to extend existing temporary taxes for five years. The spending plan aims to restore decisions and give authority back to cities, counties and schools to "create greater transparency and community involvement" at the local level.

The Governor started achieving these savings by eliminating the Office of the Secretary of Education, the Inspector General's Office for the American Recovery and Reinvestment Act, and reducing the Governor's Office budget by 25%. In addition, the Governor has directed Agency Secretaries and Department Directors, in consultation with the Department of Finance, to immediately review their operational costs and identify options to generate savings. As part of this effort, specific reorganization proposals will be developed to consolidate or eliminate departments, programs and functions.

We are hearing that the Labor and Workforce Development Agency is slated for elimination, but have not seen anything in writing to support this.

In terms of what this budget means specifically for WIBs and partners, we can speculate that as current federal funds are shrinking, the additional hit to CalWORKs and other social service customers, that the One-Stops will be serving more people with even more limited resources.

As a membership organization, CWA needs to determine how and if to respond. On the one hand, WIBs have not been called out in the budget, on the other hand, the cuts to social services, economic development, and enterprise zones will be of great concern to many.

We will share more detailed information as it emerges.

Governor Jerry Brown's 2011-12 spending plan proposes the following:

K-12 Education

Maintains funding as in 2009/10 and extends the categorial flexibility reforms adopted in 2009.

[Read More](#)

Community Colleges

Proposes a \$400 million reduction, provides a 1.9% enrollment growth providing \$110 million, and increases fees to \$36 per unit, generating an additional \$110 million.

[Read More](#)

Higher Education

Proposes a \$500 million reduction in CSU and a \$500 million reduction in UC.

[Read More](#)

Enterprise Zones

Proposes a \$924 million reduction. Governor Brown noted they don't add to the general economy of the state and they just move money around. He also added that if local government cleans up their regulatory field they would be able to support local economic development and/or local voters would be given the option of raising revenue to provide support.

Redevelopment

Proposes a \$1.7 billion reduction.

Veterans

Proposes the elimination of General Fund Support for County Veterans Services Offices in 2011-12 and Operation Welcome Home.

CalWorks

Proposes a \$1.5 billion reduction by reducing eligibility, the amount of time a person can spend on welfare and childcare subsidies.

Medical

Proposes a \$1.6 billion reduction.

In-Home Supportive Services

Proposes a \$500 million reduction.

Childcare

Proposes a \$316 million reduction.